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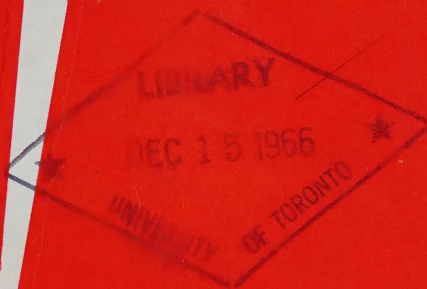
NORTHEAST NEW BRUNSWICK

Federal-Provincial Rural Development Agreement

Agreement covering a comprehensive
rural development plan for
northeast New Brunswick, 1966.



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1966

Agricultural and rural development act

**DEPARTMENT OF FORESTRY AND RURAL DEVELOPMENT
CANADA**

Can. Agricultural & rural development
act

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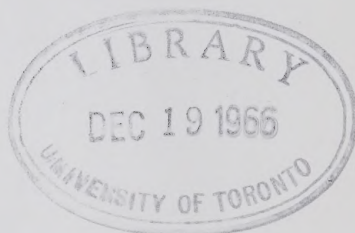
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**AGREEMENT
COVERING A COMPREHENSIVE
RURAL DEVELOPMENT PLAN
FOR
NORTHEAST NEW BRUNSWICK**

Published under the authority of
The Honourable Maurice Sauvé, P.C., M.P.,
Minister of Forestry and
Rural Development
Ottawa, 1966



1153895

New Brunswick - Rural conditions

ROGER DUHAMEL, F.R.S.C.
QUEEN'S PRINTER AND CONTROLLER OF STATIONERY
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AGREEMENT COVERING A COMPREHENSIVE RURAL DEVELOPMENT PLAN FOR NORTHEAST NEW BRUNSWICK

INTRODUCTION

On September 20, 1966, when the Government of Canada and the Province of New Brunswick signed an agreement for developing the Northeast New Brunswick region, rural development in Canada was launched on a new and far-reaching course. This was the first of several comprehensive plans expected to be set in motion by the Fund for Rural Economic Development, commonly known as FRED.

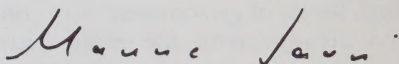
FRED provides a means of financing and carrying out certain comprehensive, rural area development programs. It is aimed at rural areas where the roots of economic and social stagnation go so deep that the normal programs of governments for rural areas and rural people cannot be expected to bring about a rapid improvement. These are the areas that are held down by the self-perpetuating evils of poverty, lack of social capital and development, and inadequate education.

The FRED Act was passed by Parliament in May 1966. It permits a federal expenditure of \$50 million from the Consolidated Revenue Fund during the period ending on March 31, 1970. The federal government may sign an agreement with any province to implement a comprehensive plan and program of social and economic development in an area that has special and urgent needs. The agreement specifies programs to be implemented by various agencies of the federal and provincial governments, programs to be implemented through ARDA, and special new programs to be cost-shared with provinces using monies from the Fund. It commits both levels of government to a joint plan of action and administrative arrangements for implementation. A number of steps are required leading to these agreements.

1. The two governments jointly select a problem rural area for special attention.

2. A group is established to study the problems and potentials of the area, to undertake research and to enlist the co-operation of the local people. In Northeast New Brunswick, this group consisted of a federal-provincial task force aided by private consultants.
3. The group submits its proposals for a strategy of development, with plans and programs, to senior officers of the federal and provincial governments.
4. These officers make recommendations to their respective governments, covering the roles assigned to existing federal and provincial services, as well as to any new programs. The federal government may undertake part of the plan, while the provincial government carries out the remainder, and the two governments may share the cost of projects undertaken by the province.
5. As several federal agencies are usually involved, a board of deputy ministers and assistant deputy ministers advises the federal minister on the participation of the federal government in the plan.
6. The comprehensive rural development agreement is submitted to the federal and provincial cabinets. Then follows the signing of the agreement, which, in the case of New Brunswick, committed the two governments to share an expenditure of almost \$100 million.


The pages that follow give the Northeast New Brunswick agreement in full. They show how it is intended that the plan will assist greatly in meeting the region's problems of low levels of education and skills, unemployment and underemployment, low income and ineffective use of resources. Successful implementation of this comprehensive approach will result in marked improvement of incomes and standards of living in the area within a decade.



Maurice Sauvé,
Minister of Forestry
and Rural Development,
Ottawa.

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**AGREEMENT COVERING A COMPREHENSIVE RURAL
DEVELOPMENT PLAN FOR
NORTHEAST NEW BRUNSWICK**

THIS AGREEMENT made this twentieth day of September, 1966.

BETWEEN

THE GOVERNMENT OF CANADA
(hereinafter referred to as "Canada"), represented
by the Honourable Maurice Sauvé, Minister of
Forestry and Rural Development of Canada

OF THE FIRST PART,

AND

THE GOVERNMENT OF THE PROVINCE OF
NEW BRUNSWICK

(hereinafter referred to as "the Province"),
represented by the Honourable Louis Robichaud,
Premier of the Province of New Brunswick

OF THE SECOND PART.

WHEREAS the Northeast New Brunswick Rural Area, hereinafter referred to as "the area", has experienced widespread low income, has major adjustment problems and has recognized development potentials;

AND WHEREAS Canada and the Province have jointly agreed that it is desirable that the area have a comprehensive and co-ordinated development plan designed to promote its social and economic development, to increase income and employment opportunities and to raise its living standards;

AND WHEREAS the *Fund for Rural Economic Development Act*, 14-15 Elizabeth II, c.41, hereinafter referred to as "the Act", provides for implementation of a Comprehensive Rural Development Program under such conditions;

AND WHEREAS Canada and the Province jointly agree that the area shown on the map attached hereto as Schedule "A" shall be designated a special rural development area as defined in s.5(b) of the Act;

AND WHEREAS Canada and the Province have jointly agreed on a Comprehensive Rural Development Program, hereinafter referred to as "the program", for the area and on a plan for its implementation as described herein;

AND WHEREAS HIS EXCELLENCY, the Governor-in-Council by Order-in-Council P.C. 1966-1782 of September 15, 1966, has authorized the Minister of Forestry and Rural Development to execute this Agreement on behalf of Canada;

AND WHEREAS HIS EXCELLENCY, the Lieutenant Governor-in-Council by Order-in-Council 66-717 has authorized the Premier to execute this Agreement on behalf of the Province;

NOW, THEREFORE, it is agreed by and between the parties hereto as follows.

1. The area described on the map attached hereto as Schedule "A" shall be designated as the special rural development area under this Agreement and s.5(b) of the Act, and the program in respect of the area and defined by s.5(a) of the Act shall form the subject matter of this Agreement.

2. The purposes of this Agreement are to carry out the objectives of the Act as set out in the recitals hereof, and to give the residents of the area the opportunity to share fully in any economic growth by means of:

- (a) extensive public investment in education to raise the basic level of education of the population;
- (b) increased training facilities to prepare the employable population in the area for available employment opportunities;
- (c) enabling residents in the area to move without serious financial loss to places of expanding employment and to be provided at reasonable cost with adequate shelter and municipal services at these new locations;
- (d) raising the standards of living, housing, social services and other amenities nearer to the level of the rest of the Province in a shorter period of time than would otherwise occur;
- (e) greater rationalization and development of its economic potential in the renewable resource sector including fisheries, forestry and agriculture;
- (f) additional employment opportunities that will encourage concentration of the population.

3. All projects undertaken under the program shall be jointly approved by the parties hereto and shall be consistent with the

Program Guide, attached hereto as Schedule "B", which describes and defines the basic outline of the program and the objectives sought to be attained thereby.

4. Notwithstanding anything in this Agreement, no project shall be approved or undertaken that is not consistent with the Program Guide and that does not maintain a balance among each of the Parts of this Agreement whereby the objectives of the Program Guide are to be attained.

5. These objectives shall be reached by co-operation between Canada and the Province, through extensive co-ordination amongst the parties hereto and their agencies, and by applying all other related or applicable programs and plans to the program in the area.

6. Canada shall not participate in, or contribute to, the program hereunder unless there exists the effective involvement and participation of residents and local people of the area through the establishment of local advisory committees as provided for by the Act.

7. Subject to all the terms and conditions of this Agreement and subject to the funds being available in the Fund for Rural Economic Development established by the Act and hereinafter referred to as "the Fund", the aggregate sum which Canada shall be liable to contribute in respect of the program and projects hereunder, as more particularly described and defined in the Agreement and Schedule "B" hereof, shall not exceed \$62,136,000 from all sources including the Fund, cost sharing arrangements under the Federal-Provincial Rural Development Agreement entered into between Canada and the Province pursuant to the *Agricultural and Rural Development Act* and all other Canadian programs. The components of the said \$62,136,000 and the sources thereof are set forth in the Parts of this Agreement and in the summary of estimated costs and expenditures set forth in Schedule "C" of this Agreement.

8. Subject to the terms and conditions of this Agreement and subject to the funds being appropriated by the Provincial Legislature of New Brunswick, the Province shall contribute in respect of the program and projects hereunder the sum of \$27,114,000 which shall include the costs of operation, maintenance and capital investment.

9. Canada and the Province from time to time during the life of this Agreement may only approve proposed development projects of the program which are practical, suitable and consistent with the

Program Guide and which are permitted under Parts I to VI hereof, but in no circumstances shall funds be contributed in respect of any project or part of the Agreement unless joint approval thereof by Canada and the Province has been given.

10. Canada and the Province upon request shall give to the other any information about the Comprehensive Rural Development Program or any project thereof.

11. Notwithstanding anything in this Agreement, any development project which would otherwise qualify under the terms of the Federal-Provincial Rural Development Agreement entered into by Canada and the Province pursuant to the *Agricultural and Rural Development Act* shall be approved in such a manner that Canada shall contribute to the cost of the project only from the allotment of the Province under the said Federal-Provincial Rural Development Agreement, but such sum or allotment shall in no circumstances exceed \$2,300,000. Notwithstanding this, if the cost share of Canada under this Agreement is greater than that provided for by the said Federal-Provincial Rural Development Agreement or if the said maximum amount available from the allotment is exceeded thereby, the difference shall be paid from the Fund.

12. Canada and the Province in a mutually agreed form shall jointly approve annually, and on or before the first of September of each year, estimates of the cost of the program and projects hereunder to Canada and to the Province for the fiscal year beginning the first of April next following. Canada and the Province on the first of May of each year shall approve a forecast of estimated expenditures during the five fiscal years subsequent thereto, or over the period of time remaining in the Agreement, whichever is the lesser.

13. Canada and the Province shall keep adequate records of all expenditures made pursuant to this Agreement and shall support such expenditures with the proper documents. Canada and the Province upon request shall make these records and documents available to auditors appointed by the other.

14. Subject to this Agreement, Canada shall pay to the Province expenditures made by the Province pursuant to development projects under this Agreement upon the submission of a claim in a mutually agreed manner and form by the Province, certified by a senior official of the Province, and bearing a Provincial audit certificate. On the request of the Province and upon the submission to Canada by the Province of an annual expenditure statement bearing a Provincial audit certificate, Canada may also make

advance payments towards the cost of development projects approved pursuant to this Agreement.

15. Each development project jointly agreed to by Canada and the Province shall specify each party's respective share of the cost of the undertaking and of the operation and maintenance for which Canada and the Province each shall be liable hereunder, and shall also specify the share of any revenue from the project that shall accrue to each of Canada and the Province.

16. Canada shall pay \$7,000,000 to the Province in five equal annual instalments, commencing on the first anniversary of the date on which this Agreement becomes fully signed, to assist in the general implementation of the program, but notwithstanding this, Canada shall not be liable to make any contribution or payments hereunder unless in its own discretion Canada is satisfied that the program and its implementation conform to the conditions and provisions in paragraphs three and four hereof.

17. In the event that Canada and the Province mutually agree that further studies or information with respect to the area demonstrate that the objectives and basic guidelines provided for by paragraph three and described in Schedule "B" hereof require alteration and amendment, the Agreement may from time to time be reviewed by the parties hereto and, if believed necessary, and with the approval of the Governor-in-Council and Lieutenant Governor-in-Council may be revised; but in any event the Agreement shall be reviewed on or before the first of July, 1969.

18. The following conditions with respect to employment and the award of contracts under this Agreement shall apply to all projects carried out under this Agreement and, in the case of sub-paragraph (b) hereof, shall be made a condition to all contracts entered into as a result of this Agreement.

- (a) Where practicable, the recruiting of labour shall be conducted through the Canada Manpower Division of the Department of Manpower and Immigration.
- (b) In the employment of persons on any project there shall be no discrimination by reason of race, national origin, colour, religion or political affiliation.

19. Except for acts of God, the Province shall save harmless and indemnify Canada for and against any and all liability, loss, damages or expenses, which may be suffered or created as a result

of implementing the program or projects hereunder and for the implementation of which Canada is not directly responsible hereunder.

20. This Agreement shall commence on, and take effect from, the date on which it becomes signed by both Canada and the Province and no costs incurred more than 60 days prior to that date shall be eligible or considered for payment under this Agreement. The Agreement shall terminate on September 20, 1976, and no project or program shall be approved after this date and no claim for contribution made in respect of any project or program under this Agreement or part of the program under this Agreement shall be paid unless it is received by Canada within one year following this expiry date. This Agreement may be renewed for any further period agreed upon by the parties hereto, but such renewal shall be subject to the approval of the Governor-in-Council and the Lieutenant Governor-in-Council.

21. (a) No Senator, member of the House of Commons or member of the Legislature of the Province shall hold, enjoy or be admitted to any share or part of any contract, agreement, commission or benefit arising out of any project under the Agreement;

(b) Canada and the Province agree that in carrying out the program or any project under this Agreement the parties hereto shall observe and abide by the conditions respecting fair wages and hours of work under the *Fair Wages and Hours of Labour Act*, R.S.C., 1952, c. 108.

Part I

ADMINISTRATION

22. The purpose and intent of this Part is to establish managerial machinery to implement effectively the program described in this Agreement; to provide for adequate co-ordination among Canada, the Province and their agencies herein affected; to ensure that by placing its management in the hands of one provincial agency there is co-ordinated and comprehensive execution of the whole program; and to arrange for continued involvement and participation by Canada in the planning and operation of the program.

23. The Province shall be responsible for implementing, operating and maintaining the program through the agency of the Community Improvement Corporation, except for those parts thereof which the program specifically designates as the joint responsibility of Canada and the Province, in which case the Community Improvement Corporation shall work directly with the particular agency of Canada involved, or as the responsibility of Canada alone.

24. (a) Canada and the Province shall participate in a process of joint planning. To facilitate this process, Canada shall appoint a Program Director who shall work directly with the Community Improvement Corporation and all development projects shall be reviewed and recommended jointly by the said Corporation and Program Director. The Program Director shall also secure the co-ordination of the agencies of Canada administering other programs relating to the program.

(b) There shall be established a Joint Advisory Committee consisting of six members at a senior level, three of whom shall be appointed by the Province and three by Canada. The Committee shall meet at least twice each year and shall report to the Minister of Forestry and Rural Development for Canada, and to the Premier for the Province, its evaluation of the progress of the program, its views and recommendations with respect to the progress of its implementation, the annual budget set aside for the program and its plans for the forthcoming year.

25. The Province shall provide the staff and administrative facilities necessary for the implementation of those parts of the

program assigned to the Province including, but not so as to restrict the generality thereof:

- (a) any field staff that is required for the implementation of re-establishment or rehabilitation programs;
- (b) any staff that is required for general counselling services;
- (c) information services;
- (d) any other projects specified by the Agreement, except those specifically assigned to Canada.

26. Except where otherwise provided in this Agreement, in respect of the costs directly related to the administration of this program, including staff costs, Canada shall contribute 66.67 per cent of the total cost under this Part, or \$2,933,000, whichever is the lesser. In respect of the cost directly related to information and extension services, Canada shall contribute 66.67 per cent of the total cost, or \$400,000, whichever is the lesser, such amounts to be subject to review twenty-four months after the date of this Agreement.

Part II

EDUCATION

27. The purpose and intent of this Part is to improve the educational facilities and opportunities in the area.

28. The Province shall undertake a project of educational improvement in the area which shall provide for:

- (a) the extensive consolidation of schools and of school districts into new and larger districts the centres of which shall be situated in communities jointly approved by the parties hereto;
- (b) the investment during a period of five years from the date on which this Agreement becomes signed by both Canada and the Province of not less than \$21,600,000 with respect to schools serving the centres designated under sub-paragraph (a) hereof, but in any case secondary schools shall have first priority in respect of the said moneys;
- (c) an increased teacher-training program;
- (d) the completion and application of enriched curricula and other necessary elements to effective and efficient educational development.

29. To create immediate impetus to raising educational and academic levels in the area, it is agreed that a program shall be undertaken to provide facilities for educational television subject to terms, conditions and operating arrangements which are in accord with the national policy on educational television now under consideration.

30. In co-operation with the Canada Department of Manpower and Immigration which, subject to mutual agreement between Canada and the Province, shall provide financial assistance in respect of additional training facilities and adult education, the Province during a period of not more than ten years from the date on which this Agreement becomes signed by Canada and the Province shall undertake and execute a project that provides vocational and technical training and the facilities therefore.

Part III

LAND USE, ADJUSTMENT, FARM CONSOLIDATION AND LAND DEVELOPMENT

31. The purpose and intent of this Part is to rationalize and develop the use of land in the area and thereby to increase its productivity and permit rural residents in the area to move without serious social or financial hardship nearer to employment and educational opportunities and to other social amenities.

32. To provide for forest, agriculture and conservation uses over an extended period of time, the Province shall undertake to purchase and acquire, voluntarily, land at a price reached between the Province and the seller and this project shall proceed at a sufficient pace that other parts of the program may thereby be able to accommodate those displaced through re-establishment and rehabilitation projects hereunder.

33. Canada and the Province jointly shall undertake projects by which land purchased under paragraph 32 hereof shall be consolidated into economically viable agricultural units and shall be leased or sold as such. In particular, but not so as to restrict the generality of the foregoing, such projects shall provide for:

- (a) land-use control or zoning in the area and the necessary means by which to implement the said controls;
- (b) the means by, and conditions under, which land shall be made available for lease or sale to farmers;
- (c) the extent, type and cost of land improvement or development;
- (d) the cost of land, the rent in respect of leased lands and the price in respect of lands sold outright;
- (e) the means by, and extent to, which planning and management advice shall be given to farmers whose holdings have been enlarged under this Part.

34. Where more than 80 per cent of the population living in, or serviced by, existing centres in the area decide to move to new communities approved by the parties hereto and thereby to take advantage of the provisions of this Part, Canada and the Province jointly shall undertake projects to compensate the owners of real property and churches relocating themselves hereunder, and shall stipulate in any such project the basis for, and rate of, compensation.

35. To re-establish and rehabilitate persons displaced under this Part, Canada and the Province jointly shall undertake projects which provide the following assistance.

- (a) With respect to those who voluntarily sell their land, general counselling services to assist them to take advantage of available education and training programs and to re-establish themselves.
- (b) With respect to families who voluntarily sell their land and move to any community approved by the parties hereto, a re-establishment grant to each such family of not more than \$2,400 calculated on the basis of the number of dependents.
- (c) With respect to those who voluntarily sell their land and move to such a community, the costs of moving.
- (d) With respect to those of age 55 to 65 who voluntarily sell their land, are resident in the area and whose equity in the land will not equal \$1,200 a year until age 65 if paid on an annual basis, special assistance to assure a minimum income of \$1,200 a year until age 65.

36. (a) Canada shall contribute to jointly approved projects under paragraphs 32 and 34 hereof 75 per cent of the total cost thereof, or \$6,000,000, whichever is the lesser, but in no circumstances shall Canada share in, or contribute to, the costs of land purchased at a price which exceeds \$100 an acre or the costs of land development or improvement which exceeds \$50 an acre.

(b) Canada shall contribute to jointly approved projects under paragraph 33 hereof 75 per cent of the total cost thereof, or \$75,000, whichever is the lesser.

(c) Canada shall contribute to jointly approved projects under paragraph 35(a) hereof 75 per cent of the total cost thereof, or \$2,250,000, whichever is the lesser.

(d) Canada shall contribute to jointly approved projects under paragraph 35(b) hereof

- (i) 90 per cent of the cost for projects chargeable to the Fund for Rural Economic Development,
- (ii) 100 per cent of the cost for projects chargeable to the manpower program of the Canada Manpower Division of the Department of Manpower and Immigration, or
- (iii) \$5,960,000, whichever is the lesser.

(e) Canada shall contribute to jointly approved projects under paragraph 35(c) hereof 100 per cent of the total cost thereof, or \$800,000, whichever is the lesser.

(f) Canada shall contribute to jointly approved projects under paragraph 35(d) hereof 90 per cent of the total cost thereof, or \$2,160,000, whichever is the lesser.

37. Notwithstanding anything in this Part, those contributions and amounts payable by Canada in respect of projects approved under paragraph 34 hereof shall be reduced by the sums payable by the Canada Department of Manpower and Immigration pursuant to other federal-provincial agreements.

Part IV

HOUSING

38. The purpose and intent of this Part is to provide accommodation to families who voluntarily move to the communities approved jointly by the parties hereto.

39. The Province in co-operation with the Central Mortgage and Housing Corporation (CMHC) and local municipal authorities shall undertake to establish a major project for housing development at the approved communities in the area.

40. The Province and the Central Mortgage and Housing Corporation alone shall share the cost of projects undertaken under paragraph 39 hereof in accordance with the Central Mortgage and Housing Corporation programs.

Part V

DEVELOPMENT AND ADDITIONAL EMPLOYMENT OPPORTUNITIES

41. The purpose and intent of this Part is to develop projects in the area that will support and be consistent with the broad objectives of the program to establish a sound economic base for industry and the resource sector.

42. Projects approved jointly by the parties hereto under this Part may include:

- (a) financial and other assistance in respect of the roads required for successful implementation of approved projects under this program including, but not restricting the generality of the foregoing, roads required for the school consolidation project hereunder, roads for access to agricultural markets and the road required for resource development and proceeding west from the area to St. Quentin;
- (b) economic improvement and rationalization of the in-shore fishery industry in the area by means of training, regulation, re-establishment of surplus manpower and other methods including a boat haul-out at Caraquet, which assist in the development of the industry;
- (c) an industrial park in the area near Bathurst-Belledune that will encourage and provide a site for the orderly development of industrial activities in the area;
- (d) historic attractions, public parks and other facilities necessary for recreational development of the area and consistent with other parts of the program;
- (e) development and improvement of physical and economic conditions in the area through projects relating to forestry and agriculture not inconsistent with this program, or any other part of this Agreement, in order to provide local employment and income opportunities.

43. (a) Canada shall contribute to jointly approved projects under paragraph 42(a) hereof 60 per cent of the total cost thereof, or \$4,800,000, whichever is the lesser, but, notwithstanding this,

the total cost hereunder shall not include any costs of administration such as office space, telephones, travelling, or other similar matters.

(b) Canada shall contribute to jointly approved projects under paragraph 42(b) hereof 75 per cent of the total cost thereof, or \$1,275,000, whichever is the lesser.

(c) Canada shall contribute to jointly approved projects under paragraph 42(c) hereof 50 per cent of the total cost thereof, or \$375,000, whichever is the lesser, but notwithstanding this the total cost hereunder shall not include costs of administration such as office space, telephones or other similar matters.

(d) Canada shall contribute to jointly approved projects under 42(d) hereof 60 per cent of the total cost thereof, or \$600,000, whichever is the lesser.

(e) Canada shall contribute to jointly approved projects under paragraph 42(e) hereof 60 per cent of the total cost thereof, or \$1,200,000, whichever is the lesser, but, notwithstanding this, the total cost hereunder shall not include costs of administration such as office space, telephones, travel or other similar matters.

44. Notwithstanding anything in this Agreement, the only employees whose salaries and expenses shall be included in total costs for purposes of contribution by Canada under paragraph 42 hereof are those specifically and directly engaged in carrying out any project thereunder.

Part VI

RESEARCH

45. Canada and the Province may jointly undertake further planning, social and economic studies, feasibility studies and assessments of the program or any project under this Agreement.

46. Canada and the Province, not more than one year after the date on which this Agreement becomes signed by both parties hereto, shall enter into a contract with an independent agent which shall provide for continuous evaluation of the program, its objectives, implementation and progress and the said contractor shall report his findings to Canada and to the Province at least once a year.

47. The cost of studies undertaken under paragraph 45 shall be shared jointly by Canada and the Province in the same proportion as the Agreement herein provides for the subject matter to be studied.

48. Canada shall contribute 66.67 per cent of the total cost of the evaluation project described in paragraph 46 hereof, or \$333,000, whichever is the lesser.

IN WITNESS WHEREOF the Honourable Maurice Sauvé, Minister of Forestry and Rural Development of Canada, has hereunto set his hand on behalf of Canada and the Honourable Louis Robit-
chaud, Premier of the Province, has hereunto set his hand on
behalf of the Province the day and year first above written.

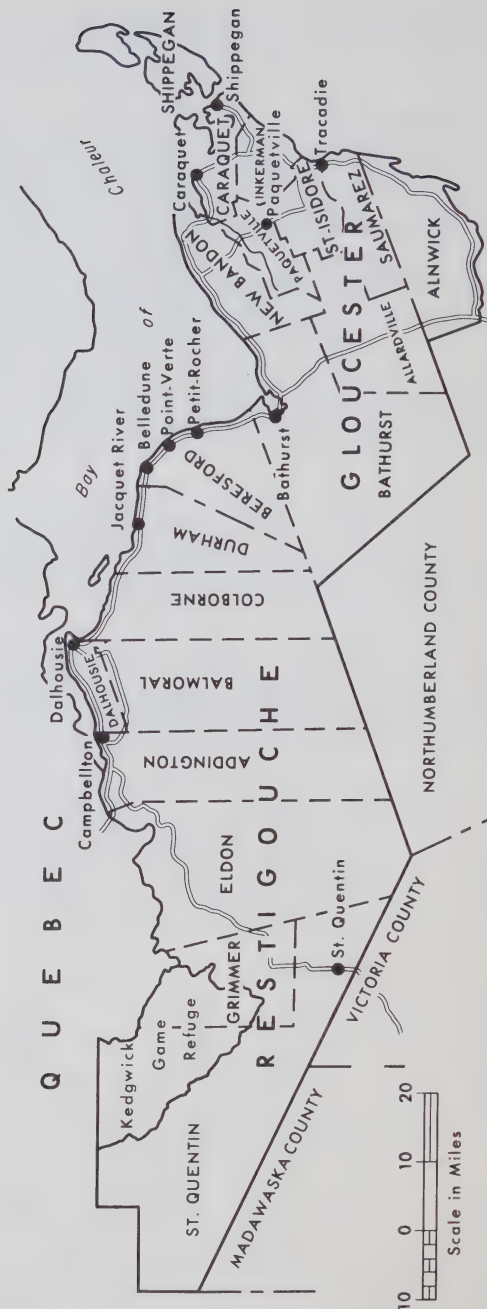
In the Presence of	}	Signed on behalf of the Government of Canada
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_____ and _____

In the Presence of	}	Signed on behalf of New Brunswick
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Schedule A

MAP SHOWING THE LOCATION AFFECTED
BY THE
AGREEMENT COVERING A COMPREHENSIVE RURAL
DEVELOPMENT PLAN FOR
NORTHEAST NEW BRUNSWICK



Schedule B

PROGRAM GUIDE TO THE AGREEMENT COVERING A COMPREHENSIVE RURAL DEVELOPMENT PLAN FOR NORTHEAST NEW BRUNSWICK

Introduction

Under the authority of the Agricultural and Rural Development Act and of the Federal-Provincial Rural Development Agreement, extensive studies were carried out in the ARDA Pilot Research Area of Northeastern New Brunswick encompassing the Counties of Restigouche and Gloucester and the Parish of Alnwick in the County of Northumberland. These studies point clearly to the existence of widespread low income and major problems of adjustment in the area, but, in addition, indicate that there exists a significant potential for development. Effective utilization of this potential, however, to benefit local rural residents, will require substantial and carefully integrated investments of public capital. Taken together, these elements warrant the implementation of a Comprehensive Rural Development Program as provided under the Fund for Rural Economic Development Act.

The current situation

There are, at present, approximately 106,000 people living in the area, largely scattered in ribbon developments along the coast and highways but with some concentration in the Campbellton-Dalhousie area, the Bathurst-Belledune area and throughout the peninsula on the northeast. The total labour force is estimated to be approximately 29,000, of which some 10,000 are seriously underemployed or permanently unemployed. In consequence, incomes are very low, averaging just over \$500 per capita, or about one-half of the average for the Province and one-third of the average for Canada.

Investments in social capital in the area, particularly in education, have lagged far behind most of Canada. Out of a total of 258 schools in the area, approximately 160 have only one or two classrooms, and in many of these, the teachers themselves have not studied beyond Grade Nine. It is not surprising, therefore, that 36 per cent of the labour force have an education level of

Grade Four or less—compared to 13 per cent for Canada—and only 17 per cent of the labour force have reached Grade Nine or higher—compared to 33 per cent for Canada.

There are, however, a number of major developments occurring in the private sector which could have a significant impact on the economy of the region. Large investments are being made, or are contemplated, in minerals in the Bathurst-Belledune area in the central part of the region, and in pulp and paper at Bathurst, in the Campbellton area in the west, and in Newcastle in the southeast.

The full impact of these investments in terms of the creation of permanent employment can only be estimated. The pulp and paper industry has agreed to co-operate with the New Brunswick government to ensure that modernization of the forest industry, and labour training, will proceed in a manner which will enable most of the present work force to remain in this industry—but with rising levels of income. The 3,300 workers in this sector presently form a substantial part of the total underemployed workers in the area. In the mineral sector, it is anticipated that investments now planned will create up to 1,500 permanent jobs. It is also expected that, over the next five to ten years, the secondary employment associated with this expansion and increased productivity will generate an additional 4,000 to 5,000 new permanent jobs. Here, too, the provincial government is working in close co-operation with industry to integrate labour-training programs with forecast employment requirements, in order to ensure that the major portion of these jobs are made available to workers in the region. In addition, rationalization of existing investments, particularly in agriculture and fisheries could provide productive employment for perhaps 800 people.

Thus, in statistical terms at least, it appears that a very rough balance can be achieved in the demand and supply of labour within the region, taking into account the scheduling of job openings and the time required to train and mobilize the surplus manpower in the community. Of the present estimated labour force of 29,000, about 19,000 are more or less productively employed, mainly in mining, manufacturing and services. Of the balance, about 2,200 are permanently unemployed, 6,300 are earning inadequate incomes in the resource sector and 1,500 obtain only seasonal employment in other sectors. If the program is successful in helping the local population take part in the development of the area, approximately 4,000 workers will become productively employed in forestry, agriculture and fisheries;

approximately 1,500 will find new jobs in mining; and perhaps 4,500 will be employed in other sectors of the economy. Unless the net additions to the labour force are large over the next few years, and historically the rate of growth in the labour force has been relatively slow, success of the program will mean that few workers will not be able to find jobs within the area.

On the supply side, however, there are three distinct problems which have to be overcome. First, the bulk of the unemployed and underemployed population is located in the eastern portion of the region, while most of the new employment will be generated in the western portion. Second, because of the generally low level of education, many of those requiring work are not at present in a position to benefit from vocational and technical training programs. Finally, a large number of the underemployed are presently engaged in low income agriculture and fishing operations. Rationalization of these operations will free many of these people for more productive work elsewhere but, to be effective, release and training of this labour force must be taken in step with the expansion of job opportunities.

The strategy

The basic objective of the Comprehensive Rural Development Program is to increase the level of incomes and the standard of living of the people presently living in the area. In the light of the tentative statistical balance of labour demand and supply, it appears possible that this may be achieved without any significant migration of population from the area or any major public input into the creation of new employment opportunities within the area. Without ruling out entirely some investments of this kind, it is intended that primary consideration be given to investments that will enable the labour force in the area to take up the new productive jobs as they come available.

All studies to date indicate that the greatest single obstacle to the achievement of this goal is the extremely low level of education and skill of the labour force, and the lack of educational facilities in the area. Accordingly, the program for development attaches the highest priorities to education, both for children and adults and to labour-training programs.

Education and training however, will not by itself solve the deep-rooted problems of the area. Many of the unemployed and underemployed are now living outside the centres where most rapid development is occurring. If these people are to be able to take

full advantage of the opportunities, they will require assistance to move. Accordingly, high priorities are also attached to direct assistance measures of this kind.

Priority will also be given to investments to assist the structural changes necessary to achieve greater efficiency and productivity in forestry, fishing and agriculture within the capacity limits of each of these industries. Such investments, in addition to raising levels of income, will also release labour resources for productive employment elsewhere. Accordingly, programs to assist these adjustments will have to be integrated with the provision of education and labour-training facilities and with the growth of job opportunities in the region.

Finally, it is recognized that, during the period of adjustment, some families will be unable, for one reason or another, to participate in the opportunities resulting from the growth of commercial activity. To assist these people, a number of smaller investments are to be made to create employment and income opportunities within the area. These public investments will serve also to improve the local physical environment and to ensure economic development of the resource potential.

It is clear that the maximum social and economic impact of the investments contemplated for the area will be realized only if these investments are concentrated in viable communities, and efforts are made to assist the movement of the scattered population towards these centres. Accordingly, priority is to be given to public investments serving the centres of Campbellton, Dalhousie, Bathurst-Belledune, Caraquet, Shippegan and Tracadie, all of which can be expected to remain viable communities.

In addition to these centres, some investments in housing and education may be considered for the village of Pacquetville, since this lies within the main agricultural belt of the area and will likely continue to provide a small service centre for the surrounding agricultural community. Consideration will also be given to some minor investments in the village of Allardville which, although close to Bathurst, lies at an important crossroads and is within easy commuting distance of mining activities which provide employment for about 800 off-site workers. Such investments however will be delayed pending a decision as to whether a better course might be to encourage movement of present residents into Bathurst.

In summary, the program basically is directed to providing opportunity for the population of this depressed area to participate

in the large expansion of economic activity currently underway. To achieve this, extensive public investments are to be made in education, training, and assistance to mobility. Complementing this activity, but justifiable in their own right, will be investments made to rationalize and develop the full economic potential of forestry, fisheries and agriculture in the area and to raise the standards of housing, social services and other amenities closer to the levels enjoyed in other areas of the Province.

The action program

The action program, as outlined, provides the key measures for assisting the basic rural adjustments necessary to enable the population of the area to take advantage of the new opportunities now becoming available. It should be noted, however, that this objective, while important, stops short of providing for full exploitation of the economic potential of the area, particularly in the mineral resources sector. Investments such as major improvements in the transportation network, major urban development activities, and other measures, will no doubt be necessary. These, however, fall outside the scope of the more limited objectives of a Comprehensive Rural Development Program and will have to be considered within the context of the regular on-going general regional development programs of the federal and provincial governments.

Schools

It is the intention of the Province to embark on a major new program for the expansion and modernization of school facilities. The program is province-wide and in its major essentials will provide for extensive consolidation of school districts and for the assumption by the Province of the major responsibility for financing and operating schools. The proposal is for a ten- to fifteen-year program of capital investment which will call on a substantial portion of the financial resources generated by federal-provincial capital transfers, together with revisions and increases in real property taxes and in sales taxes.

Within the area, the existing 100 school districts will be reduced in rapid stages to approximately six new larger districts which are expected to centre on the major communities named in this Comprehensive Rural Development Program. Based on the population and needs of this area relative to other areas, the Province is allocating slightly more than \$1,500,000 a year to put

in place, over a twenty-year period, school facilities valued in total at about \$32,000,000. Of this amount, some \$24,000,000 is assigned for schools to service the six major centres, plus small expenditures in Pacquetville and Allardville.

The construction of these schools, particularly those servicing the designated centres, is crucial to the achievement of the goals of the Comprehensive Rural Development Program. Without them there is little hope of ever achieving a meaningful basic improvement of the conditions of extreme poverty in which these people now live. Moreover it is essential for the success of the plan that these investments be made at an early date. The rapid expansion of employment opportunities foreseen in the area will be taking place over the next five to ten years. Unless drastic steps are taken to educate and train the labour force in the area at a rapid rate, these jobs will be taken up by workers from outside the area, leaving the local people as badly off as before.

It is therefore intended that, over the next five years and as an integral part of the Comprehensive Rural Development Program for the area, the Province will undertake the construction of educational facilities to serve the designated communities. This will involve a capital expenditure of \$24,000,000, together with a substantial increase in budgeted annual expenditures for operating costs.

The studies conducted in the area indicate clearly that the greatest bottleneck in the education stream occurs at the high school level where facilities are totally inadequate. It is intended, therefore, that first priority will be given to the construction of high schools, and the program will be phased to coincide with the availability of qualified teachers. These high schools will offer commercial and trade courses, as well as regular academic courses, and will be available for evening use for adult education.

Educational television

The lack of facilities, qualified teachers, productive employment opportunities and other factors have resulted in a social climate which is largely apathetic towards education. The building up of an adequate school system will be a fairly slow process and will require a change in social attitudes before full advantage can be taken of the new opportunities. To cut short this process, one of the major projects to be undertaken in the region will be the construction and operation of an . . . educational television station. This will help to enrich the school curriculum and make maximum

use of the best teachers available. It will also help to provide basic education for those already in the labour force, and help to motivate both children and adults to accept the importance of education. . . .

The actual cost and the arrangements for the proposed educational television project will be determined at a later date and will be set out in a separate agreement drawn in accordance with a national policy on educational television which is now under consideration.

Technical and vocational training and adult education

A successful development program for the area must rely heavily on a substantial improvement in the skills and abilities of the labour force presently residing in the area. Accordingly, provision is being made for a substantially expanded program of technical and vocational training and adult education.

The agreed objective is to provide technical and vocational training for some 700 workers a year or a total of 7,000 over a ten-year period. It is intended also to provide assistance for training teachers for adult education, and to assist in financing the costs of providing education and upgrading for some 2,000 to 2,500 adults each year for the ten-year period.

In addition to these regular programs, the Canada Manpower Division of the Department of Manpower and Immigration and the Province will give consideration to the establishment of a pilot training project in the area, to pioneer new training methods adapted to the specialized needs of the area. The objective would be to develop effective methods for training the "hardcore" rural unemployed and underemployed.

The financial assistance to be provided to achieve these objectives will be made available under federal-provincial cost-sharing programs administered by the Canada Manpower Division of the Department of Manpower and Immigration. The expected costs of these programs of adult education and training for the area over the ten-year period will amount to approximately \$21,600,000 which, on the basis of the existing federal-provincial agreements, consists of:

- (a) additions to capital facilities for training, \$1,700,000;
- (b) costs of operation of additional facilities, \$2,400,000;

- (c) training allowances for technical and vocational training, \$7,000,000;
- (d) teacher training for adult education, \$1,400,000;
- (e) operating costs for adult education, \$3,600,000;
- (f) training allowances for adult education, \$3,000,000;
- (g) pilot training project, \$2,500,000.

The federal-provincial agreements relating to manpower training are scheduled to be revised in 1967. While the size of the training and up-grading job to be done will not change, the various elements of the program, together with the cost-sharing as indicated in Schedule "C", will be subject to revision. The breakdown provided here, therefore, is indicative only and does not commit either Canada or the Province beyond the life of the existing agreements.

Population distribution

The present ribbon pattern of colonization along the coast and along the interior highways makes impossible the provision of adequate community facilities. Moreover, it is not likely that the attractions and advantages arising from education and training will in themselves overcome the difficult problems faced by people who might wish to move out of severely depressed rural areas in the interior of the peninsula. It is intended, therefore, to provide additional financial assistance to those families who choose to move out of these areas and into the selected communities.

In the main, the new opportunities are developing in the Campbellton-Dalhousie and Bathurst-Belledune areas in the western part of the region and it is in these areas that the major investments in social capital will be made. The surveys of population distribution indicate that approximately 50,000 people, or half the population of the region, reside in this area now, with approximately 30,000 people already located in the three existing towns. A large portion of the balance is within easy commuting distance. Taking account, however, of the few areas where the rural population is badly scattered and of some serious rural slum conditions, it is likely that approximately 500 families might wish to take advantage of the assistance offered for relocation.

The situation in the eastern part of the area, however, is more difficult because the population is much more scattered. Moreover, estimates indicate that the resource base and the prospects for secondary and service industries will not prove sufficient to support

a productive labour force any larger than 9,000 workers, or a population of some 32,000 people. The 2,700 or so families who cannot be supported in the area will be provided with every opportunity to move to take up productive employment as it comes available in the western part of the area. In addition, opportunities will be provided for another 500 or so families to move closer to the existing centres of Caraquet, Shippegan and Tracadie should they choose to do so.

Taking account of the possible movements both within and between the two areas, assistance will be made available over the next ten years to provide the opportunity for some 3,000 to 4,000 families to move into or close to the viable communities in the area. This will enable these people to take advantage of employment opportunities, education and other social amenities available in these centres and, in consequence, will substantially improve their general standard of living.

Since the assistance will be provided from funds made available under specific programs in the Comprehensive Rural Development Program, the costs of this assistance have not been calculated separately.

Land acquisition and use

The pattern of land use and land capability in the ARDA Pilot Research Area has been studied thoroughly over the past three years. Within the area, there are some 755,000 acres of rural freehold land. Commercial farms (with annual gross sales over \$1,200) occupy 56,000 acres, non-commercial farms 114,000 acres and rural non-farm holdings 585,000 acres. The surveys indicate that the acreage suitable for productive farming, at a maximum, would not exceed 40,000 acres. In addition, virtually all of the 550,000 acres of privately held forested land is badly cut-over, yields little and is entirely unable to support the small private owners struggling to obtain a living from it.

Regardless of the development potential, however, the major objective is to provide a market for the land of those rural families who would like to relocate near centres of education and employment. To make this effective, it is intended that authority will be given for the purchase of the real property held by these families. In addition, consideration will also be given to providing compensation to owners of commercial real property and to churches in service centres where more than 80 per cent of the population using these centres have decided to take advantage of the measures available to move from the area.

In carrying out the program, land purchases will be made according to a mutually agreed system of determining real property values. Depending on local conditions, it is expected that the cost will range from \$10 to \$20 an acre. The rate at which land is purchased will depend on the rate at which the people affected can be absorbed into the educational and labour stream, and on the availability of adequate housing in the designated centres. Taking these factors into account, the maximum total cost of the land acquisition program, including any commercial and church property acquired, will not exceed \$8,000,000 over the ten years.

Much of the detailed work to implement and co-ordinate the various aspects of this program still remains to be done. Further studies will be required, and it is expected that detailed project plans for land acquisition will be drafted and considered by Canada and the Province. In addition, plans will be drafted outlining measures to implement a land-zoning program to control the use of lands within the area.

Project proposals providing for the allocating of this land will also be considered when the details of these programs have been worked out. Projects for development of these acquired lands will be considered for implementation on their economic merits. No cost estimates are included for these activities since it is expected that assistance and subsidies, if required, will be made available by adjustments to land prices, the cost being borne under the heading of "land acquisition".

Resettlement and rehabilitation

Because of the low productive value of land in the area and the generally depressed conditions, it is unlikely that the proceeds realized from the sale of property will provide a sufficient measure of security for families who choose to sell their land. In the light of this, and in the light of the urgent need to encourage the movement of families from isolated areas, authority is to be available to provide a grant of up to \$2,400, according to the number of dependents, for families in rural areas who choose to sell their land under the land acquisition program and move to an approved centre. This will provide financial assistance for resettlement costs. Additional assistance will be provided to cover the costs of moving. For those eligible for mobility grants under the program offered by the Canada Manpower Division of the Department of Manpower and Immigration, the amount of these grants will be deducted from the \$2,400 noted above.

For those aged 55 to 65 who are living within the area and who sell their holdings under the program, additional special assistance will be provided, where necessary, to ensure a minimum level of income to age 65. In particular, individuals aged 55 and over whose equity which, if paid on an annual basis, would not provide \$1,200 a year to age 65, will receive a special annual assistance payment to guarantee this minimum level of income. It is the intention to provide special assistance only to those who for one reason or another—either inability to work or lack of job opportunities—are certified by the local counsellor as requiring special assistance. For those who do qualify for assistance it will be paid in the form of an annuity over the period to age 65. If the family head chooses, the capital raised from the sale of his real property may also be paid out on the basis of an annuity over whatever period he chooses.

In addition, it is intended that some 25 to 35 general counsellors will be hired to work in the area. These workers will provide general counselling services to inform rural residents of the range of government programs available to them and, for those who do move within the area, to help them make the adjustment from rural to urban or town environment. Services such as manpower counselling, social welfare and others will be provided by the departments and agencies responsible for these services.

Taking account of the costs of the resettlement grant, the special assistance for family heads aged 55 to 65 and the costs of the general counselling services, provision is made for a maximum expenditure under this section of \$12,600,000 over a ten-year period.

Housing

To provide accommodation for families taking advantage of the assistance to move, it is intended that CMHC, in co-operation with local municipal authorities, will oversee the construction of some 3,000 to 4,000 housing units at the major centres within the area. At an average cost of \$10,000 for each unit, plus \$1,500 for services, the total investment in housing over the next ten years would amount to approximately \$40,000,000.

It is recognized that, notwithstanding the funds available from property sales and re-establishment grants, the cost of adequate housing for some families may, for some time, remain above their earning capacity. It is therefore intended that, as a part of the housing program, consideration will be given to providing further assistance, where required, for individuals unable to carry the

full burden of their housing costs. To this end, CMHC will bring to bear the full range of their authorities and will work closely with the Province and local authorities to provide programs which meet as wide a range of needs as possible.

The details of this program, including the organization of the operation, the exact location of individual houses, financial arrangements, as well as any subsidy arrangements still remain to be worked out. It is intended, however, that Canada and the Province, through CMHC, will undertake to develop and implement a housing program for the area. Although firm estimates of the cost of subsidies will have to await the details of the program, \$4,000,000 has been tentatively earmarked for this purpose.

In addition to the construction of new housing, it is intended to examine possible means of assisting in the improvement of existing housing (some of which is in very poor condition) in the designated communities.

Transportation

Full exploitation of the development potential of the area will require substantial improvements to the transportation network. It is considered, however, that a major road program is not essential to achieve the objectives of assisting the people of the area to obtain a satisfactory standard of living.

In the light of this, it is intended that road construction projects, considered to be within the framework of the Comprehensive Rural Development Program, will be confined to those roads and road improvements required for the successful implementation of other approved sections of the program. This might include improvements required in conjunction with the school-consolidation program, park development program, access to market for agricultural products or other programs; but, in any case, limited to an expenditure not exceeding a maximum of \$8,000,000 over the ten-year period.

In implementing this program, project proposals will be prepared for consideration outlining the total expenditures to be made in conjunction with particular sections of the program, together with technical details, scheduling, etc.

Agriculture

It is estimated that the agricultural base of the area is capable of supporting no more than 100 viable farming units. To achieve this, however, will require a major reorganization of the existing

farm structure. The basic means of accomplishing this will be the allocation of land acquired under the land-acquisition program, on a subsidized basis, if necessary to ensure an adequate farm size. Assistance will also be provided for management training, and other assistance will be available for land development as provided under the Federal-Provincial Rural Development Agreement to a maximum of \$1,000 for each farm, or a maximum total cost of \$100,000. In addition, efforts will be made to ensure access to existing credit facilities.

In carrying out this program, a project proposal will be prepared for consideration by Canada and the Province outlining, in detail, the full range of action to be taken and the scheduling of the various aspects of the program.

Fisheries

To a large extent, viable fisheries development depends on the expansion and technological improvement of the off-shore fishery. Sound planning in this sector, however, can only be done within the context of the whole Atlantic seaboard area and, accordingly, the Comprehensive Rural Development Program for the area makes no provision for major investments in off-shore fishing.

It is intended, however, to assist the rationalization of the existing inshore fishing by training, regulation, assistance to mobility and by some investments in inshore fisheries. Studies have indicated that, with the implementation of such projects, together with action to bring about fundamental structural changes, inshore fishing has the capacity to support up to 700 fishermen at a reasonable level of income. A reorganization of the fisheries along these lines would free some 900 workers, presently engaged in fishing, to train for work in off-shore fishing in this and other areas, or for other occupations as they become available.

The projects to be considered under this program will include a major training program and a number of smaller development programs in inshore fishing up to a total cost of \$1,200,000. In addition, provision is made for the approval of a project to construct a haul-out and repair yard in the Caraquet area at a total cost of \$487,000. The responsibility for implementation will lie with the Province in close consultation with the agencies concerned. In addition, the Province will continue to review the possibilities for off-shore fishing developments in the light of its own studies and in the light of information becoming available through the work of the Canada Department of Fisheries and the Atlantic

Development Board. Specific project proposals will be prepared for consideration when the details are completed.

Industrial park

To facilitate and encourage the orderly development of investments in ancillary activities which might be generated as a result of the growth in the mining-smelting-processing industries, assistance will be provided for the establishment of an industrial park near Bathurst-Belledune. The exact location and facilities to be provided still remain to be determined, but it is expected that the total cost will not exceed \$750,000.

Recreation

While there is some potential for development of a tourist industry in the area, the immediate prospects for developing any significant tourist business are slight, owing to the inaccessibility and lack of natural attractions in most of the area. There is a need, however, to provide some recreational amenities for the people of the area, and it is intended to establish a number of small rural day-camp facilities within the framework of an integrated provincial park program. Consideration will be given to the development of a major provincial park within the area.

In addition to the facilities, these development projects will provide some employment in the early stages of the plan for people who would like to move but who, in the normal course of events, would be unlikely to find employment.

Expenditures under this program will not exceed \$1,000,000 and, in view of the objectives of the program, it is intended that this expenditure will be made over a five-year period. The program will be implemented within the terms of a project proposal which will set out the full range of activities to be undertaken, their location, cost and scheduling.

Employment opportunities

In addition to the recreational program, a number of small public investment projects will be undertaken, particularly in the eastern part of the area, for the purpose of developing the renewable resource sectors, improving physical conditions in the area and providing local employment opportunities. These will generate some additional income and will help to encourage the concentration of population in the area. The projects will be developed carefully to ensure that they do not impede the larger goals of the program, and will be centred around the towns selected for

improvement. Projects to improve incomes in the agricultural sector will be assessed on the basis of their relationship and contribution to the rationalization of agriculture, particularly in the area around Pacquetville.

Total expenditures on this type of activity will not exceed \$2,000,000.

Extension services and information

In order that the people of the area will be fully informed about the program and be able to actively participate in it, it is intended that a carefully planned and executed program of public information, extension services and education will be initiated in the immediate future. These programs will be oriented to meet the needs of each of the various sectors of the population residing in the area. The objective is to foster full public understanding of the program and to encourage active participation of the local people in carrying out the development plans in the area. It is anticipated that Extension Services and Information will cost at least \$600,000. The program will be reviewed after it has been in operation for two years.

Implementation

It is agreed that the Province will implement this Comprehensive Rural Development Program and to this end will designate some authority, agency or central body which will be responsible for instigating, co-ordinating and phasing the separate elements of the broad program. The costs of administration are expected to amount to \$4,400,000 over the ten-year period.

Evaluation

It is agreed that provision is to be made for a major long-term research program to evaluate the effects of action under the Comprehensive Rural Development Program. This will require establishment, at the commencement of the program, of a comprehensive data collection procedure with responsibility being assigned for the collection and evaluation of this data in accordance with terms of reference to be contained in the project proposal. An amount of \$500,000 will be made available over the ten-year period for this purpose.

Schedule C

SUMMARY OF COSTS AND DISTRIBUTION
FOR THE
AGREEMENT COVERING A COMPREHENSIVE RURAL DEVELOPMENT
PLAN FOR NORTHEAST NEW BRUNSWICK

TYPE OF EXPENDITURE	Total Cost	Provincial Cost	Federal Cost				%
			ARDA	FRED	Manpower	CMHC	
EDUCATION							
Schools (including vocational high schools)	\$24,000,000*	\$18,900,000			\$ 5,100,000		75
TECHNICAL & VOCATIONAL TRAINING							
Addition to capital facilities	1,700,000	425,000			1,275,000		75
Costs of operation of additional facilities	2,400,000	600,000			1,800,000		75
Allowances							
Technical & vocational training	7,000,000	350,000			6,650,000		95x
Adult education	3,000,000	750,000			2,250,000		75
Teacher training for adult education	1,400,000	700,000			700,000		50
Operating costs for adult education	3,600,000	900,000			2,700,000		75
Pilot training project	2,500,000				2,500,000		100
TOTAL EDUCATION & TRAINING	45,600,000	22,625,000			22,975,000		
LAND ACQUISITION & RESETTLEMENT							
Land acquisition	8,000,000	2,000,000					75
Resettlement grants	6,400,000	440,000	\$1,500,000	\$ 4,500,000	2,000,000		90-100**
Moving allowances	800,000			3,960,000	400,000		100
Special assistance (55 to 65)	2,400,000	240,000		400,000			90
General counsellors	3,000,000	750,000		2,160,000			75
Housing subsidies	4,000,000	1,000,000		2,250,000			75
TOTAL LAND ACQUISITION & RESETTLEMENT	\$24,600,000	\$ 4,430,000	\$1,500,000	\$13,270,000	\$ 2,400,000	\$3,000,000	
						\$3,000,000	

TYPE OF EXPENDITURE	Total Cost	Provincial Cost	Federal Cost				
			ARDA	FRED	Manpower	CMHC	%
DEVELOPMENT & STRUCTURAL ADJUSTMENT							
Agriculture.....	\$ 100,000	\$ 25,000	\$ 20,000	\$ 55,000			75
Fisheries.....	1,700,000	425,000	230,000	1,045,000			75
Transportation.....	8,000,000	3,200,000		4,800,000			60
Industrial park.....	750,000	375,000		375,000			50
Recreation.....	1,000,000	400,000	100,000	500,000			60
Employment opportunities.....	2,000,000	800,000	450,000	750,000			60
TOTAL DEVELOPMENT & STRUCTURAL ADJUSTMENT.....	13,350,000	5,225,000	800,000	7,525,000			
GENERAL							
Administration.....	4,400,000	1,467,000		2,933,000			66.67
Information & extension services.....	600,000	200,000		400,000			66.67
Evaluation.....	500,000	167,000		333,000			66.67
TOTAL GENERAL.....	5,500,000	1,834,000		3,666,000			
TOTAL ALL PROGRAMS.....	\$89,250,000	\$34,114,000†	\$2,300,000	\$24,461,000xx	\$25,375,000	\$3,000,000	
TOTAL FEDERAL CONTRIBUTION.....	\$62,136,000***						

*To be spent over a period of five years.

xApproximately.

**The allocation from the Fund for Rural Economic Development is 90 per cent. Under the program offered by the Canada Manpower Division of the Department of Manpower and Immigration, the allocation is 100 per cent.

†Less \$7,000,000 for the Implementation Grant.

xxPlus \$7,000,000 for the Implementation Grant.

***Includes \$7,000,000 for the Implementation Grant.

